Fiscal Estimate - 2005 Session

| \boxtimes | Original | | Updated | | Corrected | | Suppler | nental | | |
|--|---------------------------------------|---|-------------------|--------------|----------------------------|--|--|----------|--|--|
| LRB | Number | 05-4176/1 | | Introd | luction Nur | nber S | B-563 | | | |
| Description Creating income and franchise tax credits for expenses related to film production services and for capital investments made by a film production company, requiring the exercise of rule-making authority, and making an appropriation | | | | | | | | | | |
| Fiscal | Effect | | | | | | | | | |
| Local | No Local Gov Indeterminate | Existing ions Existing ions ions w Appropriation vernment Costs c Costs ive Mandato | Rever Decre Rever | ase Existing | 5.Type Gov | rease Costs bsorb within Yes crease Cost es of Local ernment Un Towns Counties | n agency' ss hits Affecto Village Others | s budget | | |
| | | ive Mandato | | ssive Mar | | School [Districts | WTCS District | S | | |
| Fund Sources Affected Affected Ch. 20 Appropriations | | | | | | | | | | |
| G G | PR 🔲 FED | PRO [|]PRS []S | SEG 🗌 SE | GS | | | | | |
| Agen | cy/Prepared l | Ву | 1 | Authorized S | Signature | | | Date | | |
| COM | COMM/ Julie Keal (608) 266-6748 Louie | | | ouie Corneli | e Cornelius (608) 266-8629 | | | | | |

Fiscal Estimate Narratives COMM 2/7/2006

| LRB Number 05-4176/1 | Introduction Number | SB-563 | Estimate Type | Original |
|--|--|--------------------------------|---|---------------------------------|
| Description Creating income and franchise tax of investments made by a film product making an appropriation | credits for expenses relion company, requiring | ated to film p the exercise | roduction services of rule-making au | and for capital thority, and |

Assumptions Used in Arriving at Fiscal Estimate

Under the tax statutes, the bill requires Commerce to:

- 1. For the film production services credit, approve "accredited productions" as defined by the bill.
- 2. For the film production services credit, determine viable plans for the commercial distribution of finished productions.
- 3. For the film production services credit, determine "production expenditures" as defined by the bill.
- 4. For the film production services credit, receive and approve applications for tax credits from claimants.
- 5. Certify, for the film production company investment credit, that credits claimed are for expenses related to establishing a film production company in this state.

Commerce will be able to absorb these duties into its current workload and will incur no additional fiscal effect.

Long-Range Fiscal Implications